

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
OF BUFFALO TRAIL WATER)	CASE NO. 2002-00339
ASSOCIATION)	

O R D E R

On September 23, 2002, Buffalo Trail Water Association (Buffalo Trail) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and Administrative Regulation 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Buffalo Trail purchases water from Western Fleming County Water District (Western Fleming) and Maysville Utilities (Maysville).
2. Western Fleming notified Buffalo Trail that effective with its September 01, 2002 billing its wholesale water rate would increase from \$0.98 per 1,000 gallons to \$1.13 per 1,000 gallons. Buffalo Trail proposes to increase the water rates to its customers effective September 3, 2002.
3. During the 12 months ending August 31, 2002, Buffalo Trail purchased 117,887,000 gallons of water from Western Fleming and 6,632,000 gallons of water from Maysville and sold 83,004,630 gallons. The increase in the cost of purchased water is \$17,683, resulting in a purchased water adjustment of \$0.21 per 1000 gallons.

4. The purchased water adjustment of \$0.21 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The proposed rates by Buffalo Trail are accepted.
2. The purchased water adjustment of \$0.21 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after September 3, 2002.
3. Buffalo Trail shall file its revised tariff setting out the rates in Appendix A within 30 days of the date of this Order.

Done at Frankfort, Kentucky, this 16th day of October, 2002.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2002-00339 DATED OCTOBER 16, 2002

The following rates and charges are prescribed for the customers in the area served by Buffalo Trail Water Association. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Rates

5/8 x3/4 Meter:

First 1,000 gallons	\$14.17 Minimum Bill
Next 4,000 gallons	5.62 per 1,000 gallons
Next 5,000 gallons	3.82 per 1,000 gallons
Over 10,000 gallons	3.37 per 1,000 gallons

3/4" Meter:

First 5,000 gallons	\$36.65 Minimum Bill
Next 5,000 gallons	3.82 per 1,000 gallons
Over 10,000 gallons	3.37 per 1,000 gallons

1 Meter:

First 10,000 gallons	\$55.75 Minimum Bill
Over 10,000 gallons	3.37 per 1,000 gallons

1 1/2" Meter:

First 10,000 gallons	\$71.55 Minimum Bill
Over 10,000 gallons	3.37 per 1,000 gallons

2 Meter:

First 20,000 gallons	\$89.45 Minimum Bill
Over 20,000 gallons	3.37 per 1,000 gallons

Wholesale Rates

Mt. Olivet Water Company	1.42 per 1,000 gallons
Nicholas County Water District	2.02 per 1,000 gallons